Stephen A. Roberts (SBN 17019200)
Robert P. Franke (SBN 07371200)
Robert Tyler (SBN 24009347)
Duane J. Brescia (SBN 24025265)
STRASBURGER & PRICE, LLP
600 Congress, Suite 1600
Austin, Texas 78701
Tel. (512) 499-3600 / Fax (512) 499-3643
stephen.roberts@strasburger.com
bob.franke@strasburger.com
robert.tyler@strasburger.com
duane.brescia@strasburger.com

ATTORNEYS FOR DEBTOR SUPERIOR AIR PARTS, INC.

IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

IN RE:

\$ Case No. 08-36705
\$ SUPERIOR AIR PARTS, INC.,

\$ Chapter 11
\$ Debtor.

DEBTOR'S MOTION TO RETURN RECLAIMED GOODS

TO: THE HONORABLE BARBARA J. HOUSER, UNITED STATES BANKRUPTCY JUDGE

Superior Air Parts, Inc., Debtor-in-Possession ("Superior" or "Debtor"), files this Motion to Return Reclaimed Goods pursuant to 11 U.S.C. § 546(h) and in support, offers the following:

1. The Debtor received written reclamation demands from four suppliers: Availl, Inc., Mahle Engine Components USA, Inc., Seal Science, Inc., and Emag Ignitions (TM) ("the Reclaiming Creditors") pursuant to Section 2-702 of the Uniform Commercial Code and Section 546(c) of the Bankruptcy Code, wherein the Reclaiming Creditors demanded that all goods received by the Debtor within 45 days prior to the filing of this case be returned.

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc Main Document Page 2 of 15

2. 11 U.S.C. § 546(c) provides, in part, that the rights of the trustee are subject to the "right of a seller of goods that has sold goods to the debtor, in the ordinary course of such seller's business, to reclaim such goods if the debtor has received such goods while insolvent." The reclaiming creditors' rights are subject to any prior security interests; however, there are no perfected security interests in the Debtor's inventory. Reclamation is limited to goods delivered 45 days prior to the bankruptcy filing. Reclaiming Creditors must demand reclamation no later than 20 days after the date of commencement of the case. 11 U.S.C. § 546(c); *In re Dana Corporation*, 367 B.R. 409, 415 (Bankr. S.D.N.Y. 2007).

- 3. All of the demands were received by Superior on or before 20 days after the commencement of this case and the inventory items at issue were received by Superior within 45 days of the filing of this case and were delivered in the ordinary course of business.
- 4. Upon receipt of each demand, Superior identified and segregated the remaining inventory on hand subject to the particular reclamation claim. Superior prepared spreadsheets for each Reclaiming Creditor identifying the goods subject to the reclamation claims, the goods remaining in inventory when the demand was received, and the purchase price for each such item, which are attached as Exhibit A to this Motion.
- 5. Debtor hereby seeks authority to return the goods on hand at the time the reclamation demands were received for a credit on the purchase price for each item returned in the amount reflected under "Credit Due" in the attached Exhibit A. Section 546(h) provides that if the Court, after notice and hearing, determines that it is in the

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc Main Document Page 3 of 15

best interest of the estate, the Debtor may return goods to the reclaiming creditors and offset the purchase price of the returned goods against any claims of the reclaiming creditors against the Debtor that arose before the commencement of the case.

WHEREFORE, the Debtor requests that the Court enter its Order allowing the Debtor to return goods to the Reclaiming Creditors so that the Debtor may offset the purchase price of any reclaimed goods against any claims of the Reclaiming Creditors. Further, the Debtor requests such other and further relief as this Court may deem just and proper.

Respectfully submitted,

/s/ Stephen A. Roberts

Stephen A. Roberts (SBN 17019200) Robert P. Franke (SBN 07371200) Duane J. Brescia (SBN 24025265) Robert Tyler (SBN 24009347)

STRASBURGER & PRICE, LLP

600 Congress, Suite 1600 Austin, Texas 78701 Tel. (512) 499-3600 / Fax (512) 499-3643

stephen.roberts@strasburger.com bob.franke@strasburger.com Robert.tyler@strasburger.com

duane.brescia@strasburger.com

Bankruptcy Attorneys for Debtor Superior Air Parts, Inc.

CERTIFICATE OF CONFERENCE

Counsel for Debtor has conferred with counsel for the committee of unsecured creditors, who do not oppose this Motion. On February 19, 2009, counsel provided Aviall, Inc., Mahle Engine Components USA, Inc., Seal Science, Inc., and Emag Ignitions a copy of the Motion along with an itemized description of the items to be returned. These claimants have not indicated that they oppose the Motion. The other creditors in this case are too numerous to contact prior to filing this Motion, and the Debtor cannot reasonably anticipate whether the other creditors will oppose this Motion.

/s/ Stephen A. Roberts
Stephen A. Roberts

CERTIFICATE OF SERVICE

The undersigned hereby certifies that a true and correct copy of the above and foregoing document was served upon the parties on the attached service list via First Class U.S. Mail, postage prepaid March 5, 2009.

/s/ Stephen A. Roberts
Stephen A. Roberts

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc Main Document Page 5 of 15

Theilert Aircraft Engines Nieritzstr 14 D-01097 Dresden Germany Mahle Engine Components 60428 Marine Road Atlantic IA 50022-8291

Rodovia Arnald, Julio Mauberg 4000 Disrito Industrial No Nova Odessa SP Brasil CAIZA Postal

91 CEP 13460-000

KS-Pistoes

Airsure Limited 15301 Spectrum Drive, #500 Addison, TX 75001 ECK Industries, Inc. 1602 North 8th Street Manitowoc, WI 54221-0967 Mahle Engine Components 14161 Manchester Road Manchester, MO 63011

Crane Cams 530 Fentress Blvd Daytona Beach, FL 32114 Corley Gasket Co. 6555 Hunnicut Road Dallas TX 75227

Saturn Fasteners Inc. 425 S. Varney St. Burbank, CA 91502

Champion Aerospace, Inc. 1230 Old Norris Road Liberty, SC 29654-0686 Ohio Gasket & Shim 976 Evans Ave. Akron, OH 44305 Gerhardt Gear 133 East Santa Anita Burbank CA 91502-1926

Automatic Screw Machine 709 2nd Avenue SE Decatur, AL 35601 Helio Precision Products 601 North Skokie Highway Lake Bluff, IL 60044 Knappe & Koester Inc. 18 Bradco Street Keen, NH 3431

Garlock-Metallic Gasket Div 250 Portwall St., Ste. 300 Houston, TX 77029 AOPA Pilot PO Box 973 Frederick, MD 21701 Mahle Engine Components 17226 Industrial HWY Caldwell, OH 43724-9779

Genesee Stamping & Fabricating 1470 Avenue T Grand Prairie, TX 75050-1222 Seal Science 17131 Daimler Irvine, CA 92614-5508 Internal Revenue Service Special Procedures - Insolvency P.O. Box 21126 Philadelphia, PA 19114

Deirdre B. Ruckman/AVCO Gardere Wynne Sewell LLP 1601 Elm Street, Ste. 3000 Dallas, TX 75201 David Childs, Ph.D.
Dallas County Tax Assessor/Collector
500 Elm Street, Records Building
Dallas, TX 75202

Thielert AG Albert-Einstein-Ring 11 D-22761, Hamburg Germany

Betsy Price, Tax Assessor Collector 100 E. Weatherford PO Box 961018 Fort Worth, TX 76196 Hartford Aircraft Products 94 Old Poquonock Road Bloomfield, CT 06002 Ace Grinding & Machine Company 2020 Winner Street Walled Lake, MI 48390

Lynden International 1800 International Blvd. #800 Seattle, WA 98188 Combustion Technologies, Inc. 1804 Slatesville Road Chatham, VA 24531 Ruhrtaler Gesenkschmiede F.W. Wengler GMBH & Co. KG, Feld Witten, Germany 58456

Case 08-36705-bjh11 Doc 148 Fil

Chester Salomon Stevens & Lee 485 Madison Ave., 20th Floor New York, NY 10022

Neil J. Orleans Goins, Underkolfer, et al, LLP 1201 Elm Street, Ste. 4800 Dallas, TX 75270

Jeffrey N. Thom, Q.C. Miller Thomson LLP 3000, 700 - 9th Avenue SW Calgary, AB T2P 3V4

Michael L. Jones Henry & Jones, LLP 2902 Carlisle Street, Ste. 150 Dallas, TX 75204

Laura Boyle TW Telecom, Inc. 10475 Park Meadows, Dr. #400 Littleton, CO 80124

Mary Frances Durham U.S. Department of Justice Office of the United States Trustee 1100 Commerce Street, Room 976 Dallas, TX 75242

Jim Griffin Hartford Aircraft Products 94 Old Poquonock Road Bloomfield, CT 06002

Ronald Weaver Avstar 1365 Park Lane South Jupiter, Fl 33458

William G. Burd/Krystina N. Jiron Atkinson & Brownell, PA 2 South Biscayne Blvd., Suite 3750 Miami, FL 33131

Billy G. Leonard, Jr. Attorney at Law 1650 W. Virginia Street, Suite 211 McKinney, Texas 75069

Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc Main Document Page 6 of 15

City of Coppell/Coppell ISD Mary McGuffey, Tax Assessor Collector PO Box 9478 Coppell, TX 75019

Howard A. Borg/James T. Jacks Ass't US Atty for FAA Burnett Plaza, Suite 1700 801 Cherry Street, Unit 4 Fort Worth, Texas 76102-6882

Gordon J. Toering **WARNER NORCROSS & JUDD LLP** 900 Fifth Third Center 111 Lyon Street, NW Grand Rapids, Michigan 49503

LARRY K. HERCULES ATTORNEY AT LAW 1400 Preston Road, Suite 280 Plano, Texas 75093

Melissa S. Hayward LOCKE LORD BISSELL& LIDDELL LLP 2200 Ross Avenue, Suite 2200 Dallas, Texas 75201 Counsel for the Insurers

Stefano Gazzola Zanzi, S.p.A. Corso Vercelli, 159 10015 Ivrea, Italy

Phil Eck Eck Industries, Inc. 1602 North 8th Street Manitowoc, WI 54221-0967

Linda Boyle TW Telecom, Inc. 10475 Park Meadows Dr. #400 Littleton, CO 80124

David W. Parham, Elliot Schuler & A. Swick Baker & McKenzie LLP 2001 Ross Ave., Suite 2300 Dallas, TX 75201

Kevin H. Good Conner & Winters LLP 1700 Pacific Avenue Suite 2250 Dallas, Texas 75201 Kent Abercrombie Superior Air Parts, Inc. 621 S. Royal Lane, Suite 100 Coppell, TX 75019-3805

Laurie A. Spindler Linebarger Goggan et al, LLP 2323 Bryan Street Suite 1600 Dallas, TX 75201

Anita F. McMahon 1646 Belmont Ave. Baton Rouge, LA 70808

Gregory B. Gill, Jr. Gill & Gill, S.C. 128 North Durkee St. Appleton, WI 54911

Vincent Slusher/J. Seth Moore Beirne Maynard & Parsons, LLP 1700 Pacific Ave., Ste. 4400 Dallas, TX 75201 Attys for Theilert Aircraft Engines GMBH

Piyush Kakar Seal Science Inc. 17131 Daimler Irvine, CA 92614

Werner Wilhelm Albus Valeria de Freitas Mesquita KSPG Automotive Brazil LTDA Rodovia Arnaldo Julio Mauerbert, n. 4000-Distrito Industrial 01 Nova Odessa- SP Brasil Caixa Postal 91 Susan B. Hersh 12770 Coit Rd. Ste. 1100 Dallas, TX 75251

Timothy S. McFadden LOCKE LORD BISSELL& LIDDELL LLP 111 South Wacker Drive Chicago, IL 60606 Counsel for the Insurers **EXHIBIT A**

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc **E-MAG IGN**LINONS RECLAND ENDEMAND

| Item # | PO# | Invoice # | Unit | Qty | Qty | Qty | \$\$ |
|--------------------|--------|-----------|-------------|---------|--------|------------|------------|
| | | | Price | Shipped | at SAP | Difference | • |
| SUPERIOR PACK "2P" | 106312 | 1970 | \$ 2,133.40 | 1 | 1 | 1 0 | \$2,133.40 |

Case 08-36705-bih11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc **SEAL SCHENGE: REGLAMAGE ON DEMAND**

| Item # | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | \$\$ |
|----------|--------|-----------|---------------|----------------|---------------|-------------------|------------|
| SA641607 | 106310 | 61082 | 0.339 | 5000 | 5000 | 0 | \$1,695.00 |
| SL14260 | 106159 | 60949 | 0.72 | 1500 | 1500 | 0 | \$1,080.00 |
| SL72075 | 106078 | 60622 | 0.165 | 5000 | 5000 | 0 | \$825.00 |
| SL62869 | 105549 | 60758 | 0.55 | 1200 | 1200 | 0 | \$660.00 |
| SA21477 | 106295 | 60552 | 0.105 | 5500 | 4613 | (887) | \$484.37 |
| SL12136 | 105655 | 60448 | 0.72 | 450 | 450 | 0 | \$324.00 |
| SL13641 | 105655 | 60448 | 0.498 | 950 | 816 | (134) | \$406.37 |
| SA632050 | 105655 | 60315 | 0.973 | 950 | 950 | 0 | \$924.35 |
| SL12136 | 105655 | 60315 | 0.72 | 1000 | 999 | (1) | \$719.28 |
| SA638172 | 105655 | 60315 | 0.252 | 4900 | 3882 | (1018) | \$978.26 |

\$8,096.63

| Item# | PO# | Invoice # | Unit | Qty | Qty | Qty | \$\$ |
|--------------|--------|-----------|----------|---------|--------|------------|-------------------------|
| | | | Price | Shipped | at SAP | Difference | |
| SA5209 P05 | 105988 | 2281937 | \$4.175 | 751 | 751 | 0 | \$3,135.43 |
| SL78862 P10 | 105926 | 2281960 | \$17.338 | 474 | 474 | 0 | \$8,218.21 |
| SL78862 P10 | 105926 | | \$17.338 | 150 | 150 | 0 | \$2,600.70 |
| SA630678 P05 | 106221 | 2281942 | \$6.534 | 500 | 480 | (20) | \$3,136.32 |
| SA4707 P15 | 105533 | 2281936 | \$9.760 | 501 | 501 | 0 | \$4,889.76 |
| SA5004 P05 | 106190 | 2281939 | \$11.084 | 140 | 140 | 0 | \$1,551.76 ['] |
| SL74241A | 105990 | | \$10.153 | 1863 | 1863 | 0 | \$18,915.04 |
| SL73998A | 105925 | 2281943 | \$5.333 | 707 | 707 | 0 | \$3,770.43 |
| SA4003 P15 | 105987 | 2281938 | \$14.047 | 890 | 890 | 0 | \$12,501.83 |
| SL74673A | 105798 | 2281871 | \$8.329 | 3200 | 2512 | (688) | \$20,922.45 |
| SA646288 | | CC933246 | \$14.500 | 2808 | 2808 | O | \$40,716.00 |
| SA530658 | 105369 | CC932869 | \$2.150 | 4500 | 4481 | (19) | \$9,634.15 |
| SL13884A | 105681 | 7209050 | \$70.449 | 795 | 795 | , o | \$56,006.96 |
| SL13884A M10 | 105681 | 7209050 | \$70.449 | 255 | 237 | (18) | \$16,696.41 |
| SA634503 M10 | 105721 | 7209050 | \$13.140 | 471 | 469 | (2) | \$6,162.66 |
| SL11575A | 105647 | 7209505 | \$21.111 | 778 | 728 | (50) | \$15,368.81 |
| SL11575A M03 | 105647 | 7209505 | \$21.111 | 257 | 257 | 0 | \$5,425.53 |
| SA630464 M10 | 105822 | 7209273 | \$15.350 | 572 | 572 | 0 | \$8,780.20 |
| SL74309A | 105824 | 7209273 | \$9.781 | 532 | 532 | 0 | \$5,203.49 |
| SL74309A M03 | 105824 | 7209273 | \$9.781 | 533 | 533 | 0 | \$5,213.27 |
| SL11020 | 105744 | 7209190 | \$12.926 | 805 | 692 | (113) | \$8,944.79 |
| SL11020 M06 | 105744 | 7209190 | \$12.926 | 271 | 271 | 0 | \$3,502.95 |
| SL11020 | 105820 | 7209190 | \$12.926 | 304 | 304 | 0 | \$3,929.50 |
| SL11020 M03 | 105820 | 7209190 | \$12.926 | 510 | 510 | 0 | \$6,592.26 |
| SL11020 M06 | 105820 | 7209190 | \$12.926 | 271 | 271 | 0 | \$3,502.95 |
| SL13521A | 105823 | 7209190 | \$5.917 | 1503 | 1503 | 0 | \$8,893.25 |
| SL13521A M03 | 105823 | 7209190 | \$5.917 | 540 | 540 | 0 | \$3,195.18 |

\$287,410.28

| Item # | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | \$\$ |
|------------------|--------|-----------|---------------|----------------|---------------|-------------------|---------|
| 4771 | 106341 | 4623666 | \$1,895.84 | 1 | C | (1) | \$0.00 |
| 4771 CORE CHARGE | 106341 | 4623666 | \$150.00 | 1 | C | (1) | \$0.00 |
| 654857 | 106352 | 4630627 | \$220.90 | 2 | C | (2) | \$0.00 |
| 18D19394 | 106373 | 4664485 | \$23.11 | 1 | 1 | . 0 | \$23.11 |

\$23.11

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc AVIANA FIRE CHAMATERS DEMAND

| Item# | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | Credit Due |
|------------------|--------|-----------|---------------|----------------|---------------|-------------------|------------|
| 4771 | 106341 | 4623666 | \$1,895.84 | 1 | O | (1) | \$0.00 |
| 4771 CORE CHARGE | 106341 | 4623666 | \$150.00 | 1 | O | (1) | \$0.00 |
| 654857 | 106352 | 4630627 | \$220.90 | 2 | 0 | (2) | \$0.00 |
| 18D19394 | 106373 | 4664485 | \$23.11 | 1 | 1 | 0 | \$23.11 |

\$23.11

| Item# | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | Credit Due |
|--------------|--------|-----------|---------------|----------------|---------------|-------------------|-------------|
| SA5209 P05 | 105988 | 2281937 | \$4.175 | 751 | 751 | 0 | \$3,135.43 |
| SL78862 P10 | 105926 | 2281960 | \$17.338 | 474 | 474 | 0 | \$8,218.21 |
| SL78862 P10 | 105926 | 2281941 | \$17.338 | 150 | 150 | 0 | \$2,600.70 |
| SA630678 P05 | 106221 | 2281942 | \$6.534 | 500 | 480 | (20) | \$3,136.32 |
| SA4707 P15 | 105533 | 2281936 | \$9.760 | 501 | 501 | 0 | \$4,889.76 |
| SA5004 P05 | 106190 | 2281939 | \$11.084 | 140 | 140 | 0 | \$1,551.76 |
| SL74241A | 105990 | 2281940 | \$10.153 | 1863 | 1863 | 0 | \$18,915.04 |
| SL73998A | 105925 | 2281943 | \$5.333 | 707 | 707 | 0 | \$3,770.43 |
| SA4003 P15 | 105987 | 2281938 | \$14.047 | 890 | 890 | 0 | \$12,501.83 |
| SL74673A | 105798 | 2281871 | \$8.329 | 3200 | 2512 | (688) | \$20,922.45 |
| SA646288 | 105369 | CC933246 | \$14.500 | 2808 | 2808 | 0 | \$40,716.00 |
| SA530658 | 105369 | CC932869 | \$2.150 | 4500 | 4481 | (19) | \$9,634.15 |
| SL13884A | 105681 | 7209050 | \$70.449 | 795 | 795 | 0 | \$56,006.96 |
| SL13884A M10 | 105681 | 7209050 | \$70.449 | 255 | 237 | (18) | \$16,696.41 |
| SA634503 M10 | 105721 | 7209050 | \$13.140 | 471 | 469 | (2) | \$6,162.66 |
| SL11575A | 105647 | 7209505 | \$21.111 | 778 | 728 | (50) | \$15,368.81 |
| SL11575A M03 | 105647 | 7209505 | \$21.111 | 257 | 257 | 0 | \$5,425.53 |
| SA630464 M10 | 105822 | 7209273 | \$15.350 | 572 | 572 | 0 | \$8,780.20 |
| SL74309A | 105824 | 7209273 | \$9.781 | 532 | 532 | 0 | \$5,203.49 |
| SL74309A M03 | 105824 | 7209273 | \$9.781 | 533 | 533 | 0 | \$5,213.27 |
| SL11020 | 105744 | 7209190 | \$12.926 | 805 | 692 | (113) | \$8,944.79 |
| SL11020 M06 | 105744 | 7209190 | \$12.926 | 271 | 271 | 0 | \$3,502.95 |
| SL11020 | 105820 | 7209190 | \$12.926 | 304 | 304 | 0 | \$3,929.50 |
| SL11020 M03 | 105820 | 7209190 | \$12.926 | 510 | 510 | 0 | \$6,592.26 |
| SL11020 M06 | 105820 | 7209190 | \$12.926 | 271 | 271 | 0 | \$3,502.95 |
| SL13521A | 105823 | 7209190 | \$5.917 | 1503 | 1503 | 0 | \$8,893.25 |
| SL13521A M03 | 105823 | 7209190 | \$5.917 | 540 | 540 | 0 | \$3,195.18 |

\$287,410.28

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc **E-MAG IGNATIONS ENECLAMATION DEMAND**

| Item # | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | Credit Due |
|--------------------|--------|-----------|---------------|----------------|---------------|-------------------|------------|
| SUPERIOR PACK "2P" | 106312 | 1970 | \$ 2,133.40 | 1 | 1 | . 0 | \$2,133.40 |

Case 08-36705-bjh11 Doc 148 Filed 03/05/09 Entered 03/05/09 17:27:30 Desc **SEAL SQHENGE: REGLAMATION**

| Item# | PO# | Invoice # | Unit Price | Qty Shipped | Qty at SAP | Qty Difference | Credit due |
|----------|--------|-----------|---------------|----------------|---------------|-------------------|------------|
| SA641607 | 106310 | 61082 | 0.339 | 5000 | 5000 | 0 | \$1,695.00 |
| SL14260 | 106159 | 60949 | 0.72 | 1500 | 1500 | 0 | \$1,080.00 |
| SL72075 | 106078 | 60622 | 0.165 | 5000 | 5000 | 0 | \$825.00 |
| SL62869 | 105549 | 60758 | 0.55 | 1200 | 1200 | 0 | \$660.00 |
| SA21477 | 106295 | 60552 | 0.105 | 5500 | 4613 | (887) | \$484.37 |
| SL12136 | 105655 | 60448 | 0.72 | 450 | 450 | 0 | \$324.00 |
| SL13641 | 105655 | 60448 | 0.498 | 950 | 816 | (134) | \$406.37 |
| SA632050 | 105655 | 60315 | 0.973 | 950 | 950 | 0 | \$924.35 |
| SL12136 | 105655 | 60315 | 0.72 | 1000 | 999 | (1) | \$719.28 |
| SA638172 | 105655 | 60315 | 0.252 | 4900 | 3882 | (1018) | \$978.26 |

\$8,096.63